

Program C: Medicare Buy-Ins and Supplements

Program Authorization: The Constitution of Louisiana (1974) Article 12, Section 8, and Public Law 89-97. The Balanced Budget Act of 1997 (Public Law 105-33), as amended by technical amendments (Public Law 105-100).

Program Description

The mission of the Medicare Buy-Ins and Supplements Program is to allow states to enroll certain groups of needy people in the supplemental medical insurance program and pay their premiums. The Medicare Buy-Ins and Supplements may permit the State, as part of its total assistance plan, to provide medical insurance protection to designated categories of needy individuals who are eligible for Medicaid and also meet the Medicare eligibility requirements. It has the effect of transferring some medical costs for this population from the Title XIX Medicaid Program, which is partially State financed, to the Title XVIII Program, which is financed by the federal government. Federal matching money is available through the Medicaid Program to assist the states with the premium payments for certain buy-in enrollees.

The goal of the Medicare Buy-Ins and Supplements Program is to avoid additional Medicaid cost by utilizing buy-in (premiums) for Medicare eligibles. The Medicare Buy-Ins and Supplements Program is a supplemental medical insurance program that provides exemption of premiums for indigent people.

RESOURCE ALLOCATION FOR THE PROGRAM

	ACTUAL 2001-2002	ACT 13 2002-2003	EXISTING 2002-2003	CONTINUATION 2003-2004	RECOMMENDED 2003-2004	RECOMMENDED OVER/(UNDER) EXISTING
MEANS OF FINANCING:						
STATE GENERAL FUND (Direct)	\$27,563,940	\$28,241,923	\$28,241,923	\$30,401,021	\$34,184,588	\$5,942,665
STATE GENERAL FUND BY:						
Interagency Transfers	0	0	0	0	0	0
Fees & Self-gen. Revenues	0	0	0	0	0	0
Statutory Dedications	0	0	0	0	0	0
Interim Emergency Board	0	0	0	0	0	0
FEDERAL FUNDS	64,681,873	66,253,898	66,253,898	71,550,249	85,929,915	19,676,017
TOTAL MEANS OF FINANCING	<u><u>\$92,245,813</u></u>	<u><u>\$94,495,821</u></u>	<u><u>\$94,495,821</u></u>	<u><u>\$101,951,270</u></u>	<u><u>\$120,114,503</u></u>	<u><u>\$25,618,682</u></u>
EXPENDITURES & REQUEST:						
Salaries	\$0	\$0	\$0	\$0	\$0	\$0
Other Compensation	0	0	0	0	0	0
Related Benefits	0	0	0	0	0	0
Total Operating Expenses	0	0	0	0	0	0
Professional Services	0	0	0	0	0	0
Total Other Charges	92,245,813	94,495,821	94,495,821	101,951,270	120,114,503	25,618,682
Total Acq. & Major Repairs	0	0	0	0	0	0
TOTAL EXPENDITURES AND REQUEST	<u><u>\$92,245,813</u></u>	<u><u>\$94,495,821</u></u>	<u><u>\$94,495,821</u></u>	<u><u>\$101,951,270</u></u>	<u><u>\$120,114,503</u></u>	<u><u>\$25,618,682</u></u>
AUTHORIZED FULL-TIME						
EQUIVALENTS: Classified	0	0	0	0	0	0
Unclassified	0	0	0	0	0	0
TOTAL	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>0</u></u>

SOURCE OF FUNDING

The Medicare Buy-Ins and Supplements Program is funded with State General Fund and Federal Funds. The Federal Funds represent federal financing participation on the Medicaid program.

MAJOR FINANCIAL CHANGES

GENERAL FUND	TOTAL	T.O.	DESCRIPTION
\$28,241,923	\$94,495,821	0	ACT 13 FISCAL YEAR 2002-2003
			BA-7 TRANSACTIONS:
\$0	\$0	0	None
\$28,241,923	\$94,495,821	0	EXISTING OPERATING BUDGET - December 2, 2002
\$5,942,665	\$25,618,682	0	Workload Adjustment - Increased premiums for Medicare Part A & B Buy-In costs as directed by the Center for Medicare and Medicaid Services
\$34,184,588	\$120,114,503	0	TOTAL RECOMMENDED
\$0	\$0	0	LESS GOVERNOR'S SUPPLEMENTARY RECOMMENDATIONS
\$34,184,588	\$120,114,503	0	BASE EXECUTIVE BUDGET FISCAL YEAR 2003-2004
			SUPPLEMENTARY RECOMMENDATIONS CONTINGENT ON NEW REVENUE:
\$0	\$0	0	None
\$0	\$0	0	TOTAL SUPPLEMENTARY RECOMMENDATIONS CONTINGENT ON NEW REVENUE
\$34,184,588	\$120,114,503	0	GRAND TOTAL RECOMMENDED

PROFESSIONAL SERVICES

This program does not have funding for Professional Services for Fiscal Year 2003-2004.

OTHER CHARGES

\$120,114,503 Payments of Medicare premiums and supplements

\$120,114,503 SUB-TOTAL OTHER CHARGES

Interagency Transfers:

\$0 This program does not have funding recommended for Interagency Transfers for Fiscal Year 2003-2004.

\$120,114,503 TOTAL OTHER CHARGES

ACQUISITIONS AND MAJOR REPAIRS

This program does not have funding for Acquisitions and Major Repairs for Fiscal Year 2003-2004.